

**City of Flint
Receivership Transition Advisory Board Special Meeting
November 29, 2017**

Meeting Minutes

Richard H. Austin Building
State Treasurer Board Room – 1st Floor
430 W. Allegan St.
Lansing, Michigan 48922

Members Present: Fredrick Headen, Joel Ferguson, Paul Newman (via phone), and David Tarver (via phone)

Others Present: Eric Cline (Department of Treasury), Steve Branch (Interim City Administrator), Hughey Newsome (Interim Chief Financial Officer), Angela Wheeler (Chief Legal Officer), Larry Steckelberg (Department of Treasury), Randy Byrne (Department of Treasury)

Call To Order – The meeting was called to order at 2:11 p.m. by Mr. Headen.

Roll Call – Mr. Headen noted that a quorum was present. Mr. Headen also noted that Mr. Tarver may join the meeting via phone.

Approval of Agenda – Citing no additional changes, Mr. Headen declared the agenda was approved as presented.

Unfinished Business – No Unfinished Business was addressed.

David Tarver joined the meeting via phone at 2:12 p.m.

New Business – Consideration was given to Resolution #354.3, Master Agreement Between the City of Flint, Department of Environmental Quality of the State of Michigan, the Genesee County Drain Commissioner, the Great Lakes Water Authority and the Karegnondi Water Authority.

Mr. Headen introduced the resolution and asked city officials if they wished to provide a few comments on the agreement. Ms. Wheeler stated that the City had worked collaboratively with all entities to develop the agreement, which was adopted by the City Council on November 21, 2017. Ms. Wheeler highlighted some of the key provisions for the members of the RTAB.

Mr. Newsome stated that ratification of the agreement by the RTAB will allow the short-term contract with GLWA to end. Mr. Newsome also stated that this agreement will permit the City to take advantage of bond credits, with the overall intent of keeping the Water Fund solvent and stable.

Mr. Tarver asked for clarification of the key points of this agreement. Ms. Wheeler reviewed a number of these points, specifically noting that the agreement will be more cost effective for the

City and complies with EPA requirements regarding clean water. Mr. Newsome added that the City will save approximately \$7M on bond credits.

Mr. Tarver also asked if the City of Flint will be the only Genesee County community receiving water from GLWA. Mr. Tarver further asked if the Karegnondi Water Authority (KWA) will be the back-up for the Flint water system. Mr. Steckelberg addressed the RTAB and explained how the City will acquire a back-up water supply in the event of a disruption in water flow from GLWA. Mr. Steckelberg also noted that the savings the City will see under this agreement can be applied to upgrades to the distribution system as opposed to upgrading the Water Treatment Plant to process raw water from KWA.

Upon no further comments or questions, Mr. Headen requested a motion on Resolution #354.3.

Motion by Ferguson to approve Resolution #354.3. Second by Neuman. Motion passed by voice vote.

Other Business as Necessary – No additional business was addressed.

Public Comment – No public comment was received.

Adjournment – Mr. Headen adjourned the meeting at 2:23 p.m.

Respectfully Submitted:

R. Eric Cline, Manager
RTAB Staff Liaison
MI Department of Treasury